

ASSEMBLY BILL

No. 1768

Introduced by Assembly Member Wayne

January 8, 2002

An act to amend Section 30166 of the Revenue and Taxation Code, relating to taxation, and making an appropriation therefor.

LEGISLATIVE COUNSEL'S DIGEST

AB 1768, as introduced, Wayne. Taxation: cigarette stamps and meter machines.

The Cigarette and Tobacco Products Tax Law generally requires licensed cigarette distributors to purchase and affix an appropriate stamp to, or make an appropriate meter impression upon, each package of cigarettes prior to distribution, as provided. Existing law provides to licensed cigarette distributors a discount of 0.85% of the value of a stamp or meter impression, and provides that a portion of the proceeds from the sale of these stamps and meter impressions be deposited in, among other funds, the California Children and Families First Trust Fund.

This bill would provide that the 0.85% distributor discount only applies to the first \$0.10 of the value of the stamp or meter impression.

By increasing the amount of revenue in the California Children and Families First Trust Fund, a continuously appropriated special fund, this bill would make an appropriation.

Vote: majority. Appropriation: yes. Fiscal committee: yes. State-mandated local program: no.

The people of the State of California do enact as follows:

1 SECTION 1. Section 30166 of the Revenue and Taxation
2 Code is amended to read:
3 30166. Stamps and meter register settings shall be sold at their
4 denominated values, less 0.85 percent *of the first ten cents (\$0.10)*
5 *of their values*, to licensed distributors. Payment for stamps or
6 meter register settings shall be made at the time of purchase,
7 provided that a licensed distributor, subject to the conditions and
8 provisions of this article, may be permitted to defer payments
9 therefor.

